

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	CASE NO.
OF WEST SHELBY WATER DISTRICT)	2001-125

O R D E R

On May 11, 2001, West Shelby Water District ("West Shelby") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.012 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. West Shelby purchases water from three suppliers, Shelbyville Municipal Water and Sewer Commission ("Shelbyville"), North Shelby Water Company ("North Shelby"), and Louisville Water Company ("Louisville").
2. Shelbyville increased the wholesale water rate charged to West Shelby from \$1.55 per 1,000 gallons to \$1.62 per 1,000 gallons effective March 1, 2001. North Shelby and Louisville did not increase their rate to West Shelby.
3. During the 12 months ending December 31, 2000, West Shelby purchased 222,709,900 gallons of water and sold 197,954,800 gallons.
4. The increase in the cost of purchased water is \$9,049.93 resulting in a purchased water adjustment of \$0.05 per 1,000 gallons. Based on an average monthly usage of 5,000 gallons, the average bill of West Shelby's customers would increase \$0.25 from \$23.77 to \$24.02 or 1 percent.

5. The purchased water adjustment of \$0.05 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.05 per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after the date of this order.

2. The tariff submitted by West Shelby is hereby rejected as filed, as West Shelby incorrectly calculated the effect of the purchased water adjustment on its current rates.

3. Within 20 days of the date of this Order, West Shelby shall file with the Commission revised tariff sheets showing the rates approved herein.

4. Within 20 days of the date of this Order West Shelby shall file with the Commission a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 30th day of May, 2001.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2001-125 DATED MAY 30, 2001

The following rates and charges are prescribed for the customers in the area served by West Shelby Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

5/8 Inch Meter

First	2,500	gallons	\$ 12.80	Minimum bill
Next	7,500	gallons	4.49	per 1,000 gallons
Next	20,000	gallons	3.86	per 1,000 gallons
Next	200,000	gallons	3.36	per 1,000 gallons
All Over	230,000	gallons	3.00	per 1,000 gallons

3/4 Inch Meter

First	3,500	gallons	\$ 17.29	Minimum bill
Next	6,500	gallons	4.49	per 1,000 gallons
Next	20,000	gallons	3.86	per 1,000 gallons
Next	200,000	gallons	3.36	per 1,000 gallons
All Over	230,000	gallons	3.00	per 1,000 gallons

1 Inch Meter

First	5,000	gallons	\$ 24.02	Minimum bill
Next	5,000	gallons	4.49	per 1,000 gallons
Next	20,000	gallons	3.86	per 1,000 gallons
Next	200,000	gallons	3.36	per 1,000 gallons
All Over	230,000	gallons	3.00	per 1,000 gallons

1 1/2 Inch Meter

First	10,000	gallons	\$ 46.47	Minimum bill
Next	20,000	gallons	3.86	per 1,000 gallons
Next	200,000	gallons	3.36	per 1,000 gallons
All Over	230,000	gallons	3.00	per 1,000 gallons

2 Inch Meter

First	16,000	gallons	\$ 69.63	Minimum bill
Next	14,000	gallons	3.86	per 1,000 gallons
Next	200,000	gallons	3.36	per 1,000 gallons
All Over	230,000	gallons	3.00	per 1,000 gallons

3 Inch Meter

First	30,000	gallons	\$ 123.67	Minimum bill
Next	200,000	gallons	3.36	per 1,000 gallons
All Over	230,000	gallons	3.00	per 1,000 gallons

4 Inch Meter

First	50,000	gallons	\$ 190.87	Minimum bill
Next	180,000	gallons	3.36	per 1,000 gallons
All Over	230,000	gallons	3.00	per 1,000 gallons

6 Inch Meter

First	100,000	gallons	\$ 358.87	Minimum bill
Next	130,000	gallons	3.36	per 1,000 gallons
All Over	230,000	gallons	3.00	per 1,000 gallons